

Office of Government Relations 88 State Circle Annapolis, Maryland 21401

HB 1196

March 30, 2022

TO: Members of the Senate Budget and Taxation Committee

FROM: Natasha Mehu, Director, Office of Government Relations

RE: HB 1196 -Tax Sales - Alternative Collection Programs

POSITION: SUPPORT

Chair Guzzone, Vice Chair Rosapepe, and Members of the Committee, please be advised that the Baltimore City Administration (BCA) **supports** House Bill (HB) 1196.

HB 1196 enables local jurisdictions to offer payment plans to residents who are in arrears of their property taxes. It also expands upon previously enacted laws that allow local jurisdictions to remove residents and non profits from tax sale. Finally, it enables local jurisdictions to cancel tax sales in cases of declared emergencies. The pandemic has made it very clear why such authority is necessary.

The BCA is committed to improving the tax sale process. Last year, Mayor Scott created a Tax Sale Workgroup that is tasked with studying the tax sale process in Baltimore City and recommending wholesale reform of the system. While their work continues, HB 1196 enables local jurisdictions, like Baltimore City, to have greater authority to address tax sale issues that commonly arise locally. The bill aligns with the spirit of the comprehensive reforms we hope to ultimately achieve.

For these reasons, the BCA respectfully requests a **favorable** report on HB 1196.